



LINNÉ K. STOUT
DIRECTOR

State of California-Health and Human Services Agency
DEPARTMENT OF COMMUNITY SERVICES AND DEVELOPMENT
2389 Gateway Oaks Drive, Suite 100, Sacramento, CA 95833
Telephone: (916) 576-7109 | Fax: (916) 263-1406
www.csd.ca.gov



EDMUND G. BROWN JR.
GOVERNOR

March 18, 2017

J. Janelle George, Acting Director
Office of Community Services
Administration for Children and Families
U.S. Department of Health and Human Services
330 C Street SW
Washington, DC 20201

Draft

Dear Ms.George:

In accordance with California Government Code Section 16367.5, the Department of Community Services and Development (CSD) is requesting a waiver to use 25 percent of the Low-Income Home Energy Assistance Program (LIHEAP) funds for residential weatherization. The following information is provided in compliance with the Code of Federal Regulations, Title 45, Part 96.83, regarding requests to increase the maximum amount that may be used for weatherization and other energy-related home repair.

(c)(1) The State of California requests to use 25 percent of its Fiscal Year (FY) 2017 LIHEAP allotment for weatherization.

(c)(2) The State of California has met each of the following three criteria necessary for a standard waiver request.

(c)(2)(i) In FY 2017, the combined total (aggregate) number of households in the state that will receive LIHEAP heating, cooling, and crisis assistance benefits that are provided from federal LIHEAP allotments from regular and supplemental appropriations will not be fewer than the combined total (aggregate) number that received such benefits in the preceding FY 2016.

(c)(2)(ii) In FY 2017, the combined total amount, in dollars, of LIHEAP heating, cooling, and crisis assistance benefits received by the state's service population that are provided from federal LIHEAP allotments from regular and supplemental appropriations will not be less than the combined total amount received in the preceding FY 2016.

(c)(2)(iii) All LIHEAP weatherization activities to be carried out by the state in FY 2017 will produce measurable savings in energy expenditures. CSD uses weatherization installation and materials standards listed in Appendix A of the U.S. Department of

Energy (DOE) weatherization regulations, 10 CFR Part 440, installation of materials meeting the specific standards incorporated by reference in Appendix A, and weatherization activities specifically allowed by official DOE correspondence and memoranda. The state is citing the above standards as the criteria under which its LIHEAP-funded weatherization activities have been shown to produce measurable savings. The DOE, Office of Energy Efficiency and Renewable Energy, reports that for individual families who weatherize their home, the gain is immediate with an annual average savings of \$250 to \$480 on their energy bills per year depending on fuel prices.

(c)(3) With regard to criterion in paragraph (c)(2)(i), the state's best estimate of the appropriate household totals for the FY for which the waiver is requested (2017) and for the preceding FY 2016 are as follows:

HOUSEHOLDS			
Fiscal Year	Heating and Cooling	Crisis	Total
2016*	130,685	88,131	218,816
2017**	135,770	93,176	228,946

* Data Source: LIHEAP Household Report – Federal Fiscal Year 2016 (submitted 12/14/2016)

**Data Source: Actual data obtained from the state's automated system and estimated data based on current trends and future forecast.

(c)(4) With regard to criterion in paragraph (c)(2)(ii), the state's best estimate of the appropriate benefit totals, in dollars, for the FY for which the waiver is requested (2017) and for the preceding FY 2016 are as follows:

BENEFITS			
Fiscal Year	Heating and Cooling	Crisis	Total
2016*	\$43,261,320	\$51,011,370	\$94,272,690
2017**	\$43,256,735	\$51,027,849	\$94,284,584

*Data Source: Actual expenditure data obtained from the state's automated system.

**Data Source: Actual expenditure data obtained from the state's automated system and estimated expenditure based on current trends and future forecast.

(c)(5) With regard to criterion in paragraph (c)(2)(iii), a description of the weatherization activities to be carried out by the state in FY 2017 (with all LIHEAP funds proposed to be used for weatherization, not just with the amount over 15 percent), and an explanation of the specific criteria under which the grantee has determined whether

these activities have been shown to produce measurable savings in energy expenditures, are provided in subsection (c)(2)(iii) in this letter. In accordance with the referenced DOE guidelines, the following LIHEAP weatherization activities will be performed by CSD contractors during FY 2017.

1. Mandatory measures include:

- a) Dwelling assessment
- b) REM/design energy audit
- c) Combustion appliance safety testing
- d) Blower door testing
- e) Duct leakage testing
- f) Home energy rating system
- g) Post weatherization inspections
- h) Carbon monoxide alarm
- i) Smoke alarm
- j) Cooking appliance repair/replacement
- k) Water heater repair/replacement
- l) Heating and cooling source repair/replacement
- m) Filter replacement
- n) Attic venting
- o) Ceiling insulation
- p) Kneewall insulation
- q) Duct insulation
- r) Caulking
- s) Cover plate gaskets
- t) Duct and register repair/replacement
- u) Glass replacement and window repair
- v) Exterior door repair/replacement
- w) Minor envelope repair
- x) Limited home repair
- y) Sliding glass door repair/replacement
- z) weather stripping
- aa) Window replacement
- bb) Evaporative cooler/air conditioner vent cover
- cc) Hot water flow restrictors: low-flow showerheads, thermostatic shower valve, low-flow showerhead thermostatic shower valve combo and faucet restrictors
- dd) Water heater blanket
- ee) Water heater pipe wrap
- ff) Compact fluorescent lamps: thread-based and hard-wired
- gg) Fluorescent touchier lamp replacement
- hh) Refrigerator replacement
- ii) Thermostat, programmable
- jj) Microwave oven
- kk) Kitchen exhaust repair/replacement
- ll) Lead safe weatherization
- mm) Combustion ventilation air

J. Janelle George

March 18, 2017

Page 4

- nn) Occupancy sensors
- oo) Power Strips, Tier 2 advanced
- pp) LED replacement bulbs
- qq) LED night lights
- rr) Mechanical ventilation
- ss) Low-flow toilet

2. Optional measures include:

- a) Ceiling fans
- b) Electric water heater timer
- c) Exterior pipe wrap
- d) Floor foundation venting
- e) Floor insulation
- g) Shade screens
- h) Shutters
- i) Storm windows
- j) Tinted window film
- k) Wall insulation

(c)(6) A description of how and when the proposed waiver request was made available for timely and meaningful public review and comment, copies and/or summaries of any comments received on the request (including transcripts and/or summaries of any comments made), a statement of the method for reviewing public comments, and a statement of the changes, if any, that were made in response to these comments, are included.

A public notice will be posted on March 18, 2017 to accept comments on the State's request to increase the LIHEAP weatherization component from 15 to 25 percent. The attached notice will be published in three newspapers on March 18, 2017. Both the Draft Weatherization Waiver Request and the Public Notice will be posted on the CSD website for a period of ten days, March 18, 2017 through March 28, 2017.

This information should be sufficient to enable the Office of Community Services to grant a waiver to the State of California to increase its weatherization to 25 percent for a program that provides meaningful, long-term benefits to California's low-income households. However, if you have any questions, please contact Debra Brown, Program Manager at (916) 576-7154 or Debra.Brown@csd.ca.gov.

Sincerely,

LINNÉ STOUT
Director

Enclosure:

J. Janelle George

March 18, 2017

Page 5

c: Lynda Timbers, President, Association of California Community and Energy Services
John Wilson, Interim Director, California Community Action Partnership Association
Val Martinez, Executive Director, Association of Rural Northern California Energy
Providers

PUBLIC NOTICE - STATE OF CALIFORNIA
DEPARTMENT OF COMMUNITY SERVICES AND DEVELOPMENT
LOW-INCOME HOME ENERGY ASSISTANCE PROGRAM (LIHEAP)
2017 WEATHERIZATION WAIVER REQUEST

The State of California, Department of Community Services and Development (CSD) is posting this public notice to receive written comments on the DRAFT request for a Weatherization Waiver for the U.S. Department of Health and Human Services Low-Income Home Energy Assistance Program (LIHEAP). A copy of this notice and the LIHEAP Weatherization Waiver request is available by accessing CSD's web site at <http://www.csd.ca.gov> (under "Public Notice").

Persons are requested to provide written comments to the Department of Community Services and Development, 2389 Gateway Oaks Drive #100, Sacramento, CA 95833, Attention: Debra Brown, Program Manager, Energy and Environmental Services Division or via e-mail: energy.helpdesk@csd.ca.gov. Written comments will be accepted until 5:00 p.m., March 28, 2017.